

SALDANHA BAY MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS

for the year ended

30 June 2005

I am responsible for the preparation of these annual financial statements, which are set out on pages x to x, in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 23 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

L.A. Scheepers
Municipal Manager

Date

SALDANHA BAY MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2005

| | Note | 2005 R | 2004 R |
|--|------|-------------|-------------|
| NET ASSETS AND LIABILITIES | | | |
| Net assets | | #REF! | #REF! |
| Housing Development Fund | 1 | 36,452,420 | 33,944,201 |
| Capital replacement reserve | | 45,937,131 | 45,937,131 |
| Capitalisation reserve | | 45,030,095 | 45,277,358 |
| Government grant reserve | | 20,809,140 | 4,403,577 |
| Donations and public contribution reserves | | 1,604,688 | 2,142,914 |
| Self-insurance reserve | | 2,503,501 | 2,330,237 |
| Revaluation reserve | | - | - |
| Accumulated Surplus/(Deficit) | | #REF! | #REF! |
| Non-current liabilities | | 69,651,441 | 72,662,479 |
| Long-term liabilities | 2 | 69,651,441 | 72,662,479 |
| Non-current provisions | | - | - |
| Current liabilities | | 43,423,683 | 34,796,193 |
| Consumer deposits | 3 | 5,915,448 | 5,169,888 |
| Provisions | | - | - |
| Creditors | 4 | 18,619,816 | 20,650,584 |
| Unspent conditional grants and receipts | 5 | 11,535,806 | 3,460,187 |
| Taxes | 6 | 1,269,762 | - |
| Short-term loans | | - | - |
| Bank overdraft | 13 | - | - |
| Current portion of long-term liabilities | 2 | 6,082,851 | 5,515,534 |
| Total Net Assets and Liabilities | | #REF! | #REF! |
| ASSETS | | | |
| Non-current assets | | 151,019,818 | 126,864,826 |
| Property, plant and equipment | 9 | 140,217,261 | 114,492,843 |
| Investment property | | - | - |
| Investments | | - | - |
| Long-term receivables | 7 | 10,802,557 | 12,371,984 |
| Current assets | | 196,241,186 | 151,116,399 |
| Inventory | 8 | 2,293,236 | 2,236,311 |
| Consumer debtors | 10 | 46,222,229 | 47,708,006 |
| Unpaid conditional grants | 11 | 11,366,758 | 9,249,459 |
| Taxes | 6 | 7,392,153 | 854,031 |
| Current portion of long-term debtors | 7 | 1,605,176 | 1,605,176 |
| Call investment deposits | 12 | 90,000,000 | 70,000,000 |
| Bank balances and cash | 13 | 37,361,633 | 19,463,415 |
| Total Assets | | 347,261,004 | 277,981,225 |

SALDANHA BAY MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30th JUNE 2005

| Budget | | Actual | |
|--|--|---------------|--------------------|
| 2004 | 2005 | Note | 2005 |
| R | R | | R |
| REVENUE | | | |
| - | - Property rates | 14 | 50,630,568 |
| - | - Property rates - penalties imposed and collection charges | | 1,230,754 |
| - | - Service charges | 15 | 141,920,101 |
| - | - Regional Services Levies – turnover | | - |
| - | - Regional Services Levies - remuneration | | - |
| - | - Rental of facilities and equipment | | 6,515,677 |
| - | - Interest earned - external investments | | 8,272,587 |
| - | - Interest earned - outstanding debtors | | 2,951,555 |
| - | - Dividends received | | - |
| - | - Fines | | 2,282,993 |
| - | - Licences and permits | | 1,126,672 |
| - | - Income for agency services | | 2,339,978 |
| - | - Government grants and subsidies | 16 | 28,556,034 |
| - | - Other income | | 20,959,329 |
| - | - Public contributions, donated and contributed property, plant and equipment | | - |
| - | - Gains on disposal of property, plant and equipment | | 1,520,600 |
| - | Total Revenue | | 268,306,849 |
| EXPENDITURE | | | |
| - | - Employee related costs | 17 | 69,910,260 |
| - | - Remuneration of Councillors | 18 | 2,334,881 |
| - | - Bad debts | | 6,411,000 |
| - | - Collection costs | | - |
| - | - Depreciation | | 19,694,611 |
| - | - Repairs and maintenance | | 10,617,522 |
| - | - Interest paid | 19 | 10,090,406 |
| - | - Bulk purchases | 20 | 54,862,129 |
| - | - Contracted services | | - |
| - | - Grants and subsidies paid | 21 | 3,914,120 |
| - | - General expenses | | 26,808,594 |
| - | - Loss on disposal of property, plant and equipment | | - |
| - | Total Expenditure | | 204,643,522 |
| SURPLUS/(DEFICIT) FOR THE YEAR | | | |
| Share of surplus/(deficit) of associate accounted for under the equity method | | | |
| - | | 29 | - |
| - | NET SURPLUS/(DEFICIT) FOR THE YEAR | | 63,663,327 |

Refer to Appendix E(1) for explanation of variances

| SALDANHA BAY MUNICIPALITY STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2005 | | | | | | | | | | |
|---|---|---|--|---|---|--|--|--|---|--------------------------|
| | <u>Pre-GAMAP Reserves and Funds</u> <u>R</u> | <u>Housing Development Fund</u> <u>R</u> | <u>Capital Replacement Reserve</u> <u>R</u> | <u>Capitalisation Reserve</u> <u>R</u> | <u>Government Grant Reserve</u> <u>R</u> | <u>Donations and Public Contribution Reserve</u> <u>R</u> | <u>Self- Insurance Reserve</u> <u>R</u> | <u>Revaluation Reserve</u> <u>R</u> | <u>Accumulated Surplus/ (Deficit)</u> <u>R</u> | <u>Total</u> <u>R</u> |
| 2004 | | | | | | | | | | |
| Balance at 1 July 2003 | - | - | - | - | - | - | - | - | - | - |
| Change in accounting policy (Note 31) | - | - | - | - | - | - | - | - | #REF! | #REF! |
| Restated balance | - | - | - | - | - | - | - | - | #REF! | #REF! |
| Net surplus/(deficit) for the year | - | - | - | - | - | - | - | - | - | - |
| Transfer to CRR | - | - | - | - | - | - | - | - | - | - |
| Property, plant and equipment purchased | - | - | - | - | - | - | - | - | - | - |
| Capital grants used to purchase PPE | - | - | - | - | - | - | - | - | - | - |
| Donated/contributed PPE | - | - | - | - | - | - | - | - | - | - |
| Contribution to Insurance Reserve | - | - | - | - | - | - | - | - | - | - |
| Insurance claims processed | - | - | - | - | - | - | - | - | - | - |
| Transfer to Housing Development Fund | - | - | - | - | - | - | - | - | - | - |
| Offsetting of depreciation | - | - | - | - | - | - | - | - | - | - |
| Balance at 30 June 2004 | - | - | - | - | - | - | - | - | #REF! | #REF! |
| 2005 | | | | | | | | | | |
| Balance at 1 July 2003 | 175,515,357 | - | - | - | - | - | - | - | 14,528,514 | 190,043,871 |
| Correction of error (Note 32) | - | - | - | - | - | - | - | - | #REF! | #REF! |
| Implementation of GAMAP (Note 30) | (175,515,357) | 33,944,201 | 45,937,131 | 49,804,961 | 112,997,435 | 23,462,682 | 2,330,237 | - | (112,482,610) | (19,521,318) |
| Offsetting of Backlog Depreciation | | | | -4,527,603 | (108,593,858) | (21,319,767) | | | 134,441,228 | - |
| Reallocation of public contributions (Note 30.5.2) | - | - | - | - | - | - | - | - | - | - |
| Change in accounting policy (Note 31) | - | - | - | - | - | - | - | - | #REF! | #REF! |
| Restated balance | - | 33,944,201 | 45,937,131 | 45,277,358 | 4,403,577 | 2,142,914 | 2,330,237 | - | #REF! | #REF! |
| Net surplus/(deficit) for the year | - | - | - | - | - | - | - | - | 63,663,327 | 63,663,327 |
| Transfer of Provision for Bad Debts. | - | - | - | - | - | - | - | - | - | - |
| Transfer to CRR | - | - | 25,218,389 | - | - | - | - | - | (25,218,389) | - |
| Property, plant and equipment purchased | - | - | (25,218,389) | - | - | - | - | - | 25,218,389 | - |
| Capital grants used to purchase PPE | - | - | - | - | 20,141,506 | 59,134 | - | - | (20,200,639) | - |
| Donated/contributed PPE | - | - | - | - | - | - | - | - | - | - |
| Contribution for the year | - | - | - | - | - | - | 181,440 | - | (181,440) | - |
| Insurance claims processed | - | - | - | - | - | - | (8,176) | - | 8,176 | - |
| Transfer to Housing Development Fund | - | 2,508,218 | - | - | - | - | - | - | (2,508,218) | - |
| Asset disposals | - | - | - | (247,264) | (3,735,942) | (597,360) | - | - | - | - |
| Offsetting of depreciation | - | - | - | - | - | - | - | - | 4,580,566 | - |
| Balance at 30 June 2005 | - | 36,452,420 | 45,937,131 | 45,030,095 | 20,809,140 | 1,604,688 | 2,503,501 | - | #REF! | #REF! |

SALDANHA BAY MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2005

| | Note | 2005 R | 2004 R |
|---|------|---------------------|-------------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Cash receipts from ratepayers, government and other | | - | - |
| Cash paid to suppliers and employees | | - | - |
| Cash generated from/(utilised in) operations | 23 | 83,743,203 | - |
| Interest received | | 8,272,587 | - |
| Interest paid | | (10,090,406) | - |
| NET CASH FROM OPERATING ACTIVITIES | | 81,925,384 | - |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Purchase of property, plant and equipment | | (45,419,029) | - |
| Proceeds on disposal of fixed assets | | 1,520,600 | - |
| Increase in investment properties | | - | - |
| (Increase)/decrease in non-current loans | | 1,569,426 | - |
| Increase in non-current investments | | - | - |
| (Increase)/Decrease in call investment deposits | | (20,000,000) | - |
| NET CASH FROM INVESTING ACTIVITIES | | (62,329,003) | - |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| New loans raised/(repaid) | | (2,443,722) | |
| Increase in consumer deposits | | 745,560 | |
| Decrease/(increase) in short-term loans | | - | |
| NET CASH FROM FINANCING ACTIVITIES | | (1,698,162) | - |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | | 17,898,218 | - |
| Cash and cash equivalents at the beginning of the year | | 19,463,415 | - |
| Cash and cash equivalents at the end of the year | | 37,361,633 | 19,463,415 |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | | 17,898,218 | 19,463,415 |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 R | 2004 R |
|---|-------------------|-------------------|
| 1 HOUSING DEVELOPMENT FUND | | |
| Housing Development Fund | 36,452,420 | 33,944,201 |
| Unappropriated Surplus | 36,452,420 | 33,944,201 |
| Loans extinguished by Government on 1 April 1998 | - | - |
| The Housing Development Fund is represented by the following assets and liabilities | | |
| Property, plant and equipment (see note 10) | - | - |
| Housing selling scheme loans (see note 13) | - | - |
| Other Debtors | - | - |
| Unauthorised use of cash for other purposes | - | - |
| Bank and cash | - | - |
| Sub-total | - | - |
| Creditors | 36,452,420 | 33,944,201 |
| Total Housing Development Fund Assets and Liabilities | 36,452,420 | 33,944,201 |
| 2 LONG-TERM LIABILITIES | | |
| Local Registered Stock Loans | - | 158,000 |
| Annuity Loans | 72,574,697 | 74,422,823 |
| Capitalised Lease Liability | - | - |
| Government Loans : Other | 3,159,595 | 3,597,191 |
| Sub-total | 75,734,292 | 78,178,013 |
| Less : Current portion transferred to current liabilities | (6,082,851) | (5,515,534) |
| Local Registered Stock Loans | - | - |
| Annuity Loans | -5,583,889 | -5,037,612 |
| Capitalised Lease Liability | - | - |
| Government Loans : Other | (498,961) | (477,922) |
| Total External Loans | 69,651,441 | 72,662,479 |
| 3 CONSUMER DEPOSITS | | |
| Electricity | 3,055,442 | 2,627,275 |
| Water | 2,860,006 | 2,542,614 |
| Interest | - | - |
| Total Consumer Deposits | 5,915,448 | 5,169,888 |
| Guarantees held in lieu of Electricity and Water Deposits | 1,031,578 | 977,418 |
| 4 CREDITORS | | |
| Trade creditors | 12,711,641 | 13,111,447 |
| Staff leave | 3,435,163 | 2,570,999 |
| Payments received in advance | 1,473,008 | 1,213,593 |
| Control Account | 892,123 | 3,458,304 |
| Deposits: Other | 107,880 | 296,241 |
| Other creditors | - | - |
| Total Creditors | 18,619,816 | 20,650,584 |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 | 2004 |
|--|-------------------|------------------|
| | R | R |
| 5 UNSPENT CONDITIONAL GRANTS AND RECEIPTS | | |
| 5.1 Conditional Grants from other spheres of Government | | |
| MIG Grants | 10,223,231 | 2,241,130 |
| PAWC and State Funds: Various Projects | 10,223,231 | 2,241,130 |
| Provincial LED Projects | - | - |
| 5.2 Other Conditional Receipts | | |
| Developers Contributions – Electricity | 1,312,575 | 1,219,057 |
| Public contributions | 1,312,575 | 1,219,057 |
| Total Conditional Grants and Receipts | 11,535,806 | 3,460,187 |

See Note 16 for reconciliation of grants from other spheres of government. These amounts are invested in a ring-fenced investment until utilized

6 VAT

| | | |
|----------------|------------------|----------------|
| VAT payable | 1,269,762 | - |
| VAT receivable | 7,392,153 | 854,031 |

VAT is payable on the receipts basis. Only once payment is received from debtors is VAT paid over to SARS.

7 LONG-TERM RECEIVABLES

| | | |
|---|-------------------|-------------------|
| Other | 34,250 | 46,952 |
| Sport Clubs | 26,573 | 26,573 |
| Sale of Land | 2,630,748 | 2,892,950 |
| Vehicle loans | 1,375,787 | 2,134,174 |
| Housing selling scheme loans | 8,340,375 | 8,876,511 |
| | 12,407,733 | 13,977,160 |
| Less : Current portion transferred to current receivables | 1,605,176 | 1,605,176 |
| Car loans | - | - |
| Sewerage connection loans | - | - |
| Total | 1,605,176 | 1,605,176 |
| Electricity appliance purchase scheme | - | - |
| Housing selling scheme loans | - | - |
| Total | 10,802,557 | 12,371,984 |

CAR LOANS

Senior staff are entitled to car loans which attract interest at 8% per annum and which are repayable over a maximum period of 6 years.

8 INVENTORY

| | | |
|---|------------------|------------------|
| Consumable stores – at cost | - | - |
| Maintenance materials – at cost | - | - |
| Spare parts – at realisable value | 2,293,236 | 2,236,311 |
| Water – at cost | - | - |
| Other goods held for resale – at cost | - | - |
| Unsold properties held for resale – at realisable value | - | - |
| Total Inventory | 2,293,236 | 2,236,311 |

All saleable properties are currently included as assets in Appendix B as Council is currently busy investigating the use of all its properties.

2005 2004

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

10 CONSUMER DEBTORS

| | R | R |
|---------------------------------------|-------------------|-------------------|
| Service debtors | - | - |
| Rates | - | - |
| Electricity | - | - |
| Water | - | - |
| Sewerage | - | - |
| Housing rentals | - | - |
| Control Account | - | - |
| Current debtors (Consumers and other) | 63,543,281 | 58,737,668 |
| Less : Provision for bad debts | -17,321,052 | -11,029,662 |
| Total | 46,222,229 | 47,708,006 |

An amount of R119 610 were written off as bad debts during the year.

Trade Debtors: Ageing

| | | |
|-----------------------|----------|----------|
| Current (0 – 30 days) | - | - |
| 31 - 60 Days | - | - |
| 61 - 90 Days | - | - |
| 91 - 120 Days | - | - |
| 121 - 365 Days | - | - |
| + 365 Days | - | - |
| Total | - | - |

Levy Debtors: Ageing

| | | |
|-----------------------|----------|----------|
| Current (0 – 30 days) | - | - |
| 31 - 60 Days | - | - |
| 61 - 90 Days | - | - |
| 91 - 120 Days | - | - |
| 121 - 365 Days | - | - |
| + 365 Days | - | - |
| Total | - | - |

Housing rentals: Ageing

| | | |
|-----------------------|----------|----------|
| Current (0 – 30 days) | - | - |
| 31 - 60 Days | - | - |
| 61 - 90 Days | - | - |
| 91 - 120 Days | - | - |
| 121 - 365 Days | - | - |
| + 365 Days | - | - |
| Total | - | - |

Summary of Debtors by Customer Classification

30 June 2005

| | <u>Consumers</u> | <u>Industrial/ Commercial</u> | <u>National and Provincial Government</u> | |
|---|------------------|-----------------------------------|---|--|
| | R | R | R | |
| Current (0 – 30 days) | - | - | - | |
| 31 - 60 Days | - | - | - | |
| 61 - 90 Days | - | - | - | |
| 91 - 120 Days | - | - | - | |
| 121 - 365 Days | - | - | - | |
| + 365 Days | - | - | - | |
| Sub-total | - | - | - | |
| Less: Provision for bad debts | - | - | - | |
| Total debtors by customer classification | - | - | - | |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| <u>Summary of Debtors by Customer Classification</u> | <u>Consumers</u> | <u>Industrial/ Commercial</u> | <u>National and Provincial Government</u> |
|--|------------------|-----------------------------------|---|
| 30 June 2004 | | | |
| Current | - | - | - |
| Current (0 – 30 days) | - | - | - |
| 31 - 60 Days | - | - | - |
| 61 - 90 Days | - | - | - |
| 91 - 120 Days | - | - | - |
| 121 - 365 Days | - | - | - |
| Sub-total | - | - | - |
| Less: Provision for bad debts | - | - | - |
| Total debtors by customer classification | - | - | - |

| | 2005 | 2004 |
|--|-------------------|------------------|
| | R | R |
| 11 OTHER DEBTORS | | |
| Payments made in advance | - | - |
| Unauthorized expenditure (see Note 35) | - | - |
| Fruitless and wasteful expenditure (see Note 35) | - | - |
| Unpaid conditional Grants | 11,366,758 | 9,249,459 |
| Insurance claims | - | - |
| Government subsidies | - | - |
| Total Other Debtors | 11,366,758 | 9,249,459 |

12 CALL INVESTMENT DEPOSITS

| | | |
|---------------------------------------|------------|------------|
| Call deposits | 90,000,000 | 70,000,000 |
| Other Deposits | - | - |
| Average Rate of Return on Investments | 7.80% | 9.00% |

Deposits of R45 937 131 are ring-fenced and attributable to the Capital Replacement Reserve.

13 BANK, CASH AND OVERDRAFT BALANCES

The Municipality has the following bank accounts: -

Current Account (Primary Bank Account)

ABSA Bank Limited - Cheque Account - Vredenburg Branch
Account Number 1300152100

| | | |
|---|-------------------|-------------------|
| Cash book balance at beginning of year | 19,463,415 | 8,737,479 |
| Cash book balance at end of year | 37,361,633 | 19,463,415 |
| Bank statement balance at beginning of year | 21,197,976 | - |
| Bank statement balance at end of year | 40,341,148 | 21,197,976 |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 | 2004 |
|--|------|------|
| | R | R |

14 PROPERTY RATES

Actual

| | | |
|--|-------------------|----------|
| Property Rates: Zero Rate/Eienaarsbelasting Nulkoers | -935,266.12 | - |
| Property Rates: Pensioners/Eienaarsbelasting : Pensioenaris | -42,535.85 | - |
| Property Rates: Pensioners/Eienaarsbelasting : Pensioenaris | 42,535.85 | - |
| Building Clause Levy/Bouklousule Heffing | 72,222.17 | - |
| Contribution: Housing/Bydrae : Behuisingskemas | 12,230.74 | - |
| Property Rates/Eienaarsbelasting | 50,594,083.77 | - |
| Property Rates: Zero Rate/Eienaarsbelasting Nulkoers | 935,266.12 | - |
| Property Rates: Government Contributions/Eienaarsbelasting : Staatsbydraes | 25,823.86 | - |
| Previous Year Levies/Vorige jare heffings | (73,792) | - |
| Commercial | - | - |
| State | - | - |
| Total Assessment Rates | 50,630,568 | - |

Valuations

| | <i>July 2004</i> | <i>July 2003</i> |
|----------------------------------|----------------------|------------------|
| | <i>R000's</i> | <i>R000's</i> |
| Residential | 2,460,316,621 | - |
| Small Holdings | 66,942,400 | - |
| Commercial | 868,146,810 | - |
| State | 412,229,500 | - |
| Farms | 178,409,270 | - |
| Total Property Valuations | 3,986,044,601 | - |

Valuations on land and buildings are performed every four years. The last valuation came into effect on 1 July 2002. Rebates of 50% are granted to residential and 20% to state property owners. Single Home - 50%, Small Holdings - 50%, Zoned for Farming < 50 Ha - 50%, Zoned for Farming > 50 Ha - 97.4%, Nature Reserves < 50 Ha - 75%. Rates are levied on an annual basis with the final date of payment being 30 September 2005. On application, rate payers may pay monthly. Interest at 11% per annum is levied on outstanding rates.

General Rates

| | Land | Buildings |
|-------------------|--------------|--------------|
| WCPTC & Hopefield | R 0.03972900 | R 0.01324300 |
| Langebaan | R 0.03323700 | R 0.01107900 |

15 SERVICE CHARGES

| | | |
|--|---------------|---|
| Garden Refuse Removals/Tuinvullisverwyderings | 21,969.61 | - |
| Refuse Removal Levies/Vullisverwyderingsgelde | 13,326,793.94 | - |
| Refuse Removal /Vullisverwydering-Langebaanweg | 286,527.60 | |
| Refuse Sites outside Municipal Boundaries /Vullisstorting-Buite Regsgebied | 81,716.95 | |
| Refuse Removals/Vullisverwydering : "Skips" | 696,415.62 | |
| Basic Services/Basiese (Minimum) Beskikbaarheids | 1,228,664.77 | |
| Departmental Usage/Departementeel : Verbruik | 70,896.36 | |
| Pump Removals Levies/Pompings Verwyderingsgelde | 412,561.25 | |
| Connection Fees/Aansluitingsgelde | 39,701.40 | |
| Basic Services/Basiese (Minimum) Beskikbaarheids | 7,917,647.53 | |
| Departmental: Basic Levies/Departementeel: Basiese(Min.)Heff | 30,444.24 | |
| Departmental Levies/Departementeel : Vloeigelde | 44,126.82 | |
| Clear Blockages/Opruim van Verstopplings | 3,791.58 | |
| Sewerage Levies: Industrial (Basic)/Rioolgelde:Nat Nywerhede (Basiese | 1,578,335.09 | |
| Sewerage Removal Levies - Housing/Riool Verwyderingsgelde - Behuisin | 5,805.63 | |
| Previous Year Levies/Vorige jare heffings | 12,575.31 | |
| Sewerage Removal Levies/Rioolverwyderingsgelde - Vloeigeld | 3,525,814.95 | |
| Water sold - Purified Sewerage Water/Waterverkope-Gesuiwerde Rioolwater | 63,766.98 | |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 | 2004 |
|--|--------------------|--------------|
| | R | R |
| Previous Year Levies/Vorige jare heffings | 243.94 | |
| Connection Fees/Aansluitingsgelde | 495,521.35 | |
| Basic Levies/Basiese (Minimum) Heffings | 5,163,265.70 | |
| Basic Departmental Levies/Basiese(Minimum) Dept. Gelde | 54,385.24 | |
| Availability Levies/Beskikbaarheidsgelde | 2,023,416.76 | |
| Departmental Usage/Departementeel : Verbruik | 1,142,420.78 | |
| Sundry/Diverse | 957.97 | |
| Reconnection Levies/Heraansluitingsgelde | 78,183.62 | |
| Testing Meters/Toets van Meters | 352.64 | |
| Water: Zero Rate/Water : Nulkoers | 3,727,800.00 | |
| Water sold/Waterverkope | 41,490,787.30 | |
| Previous Year Levies/Vorige jare heffings | -125,340.19 | |
| Water sold/Water : Nulkoers | -3,727,800.00 | |
| Previous Year Levies/Vorige jare heffings | 32,128.19 | |
| Connection Fees/Aansluitingsgelde | 1,053,500.86 | |
| Basic Levies/Basiese (Minimum) Heffings | 8,251,483.61 | |
| Basic Departmental Levies/Basiese(Minimum) Dept. Gelde | 625,384.86 | |
| Budget Meters/Begrotingsmeters | 10,368,955.27 | |
| Availability Levies/Beskikbaarheidsgelde | 665,705.51 | |
| Departmental Usage/Departementeel : Verbruik | 1,660,405.56 | |
| Sundry/Diverse | 26,859.84 | |
| Electricity Sold/Elektrisiteit Verkope | 38,599,955.51 | |
| 5% Levies on DSP Accounts/5% Heffing op DSP Rekening | 662,349.40 | |
| Reconnection Levies/Heraansluitingsgelde | 293,628.16 | |
| Monthly Extension Levies/Maandelikse Uitbreidingsgelde | 7,693.59 | |
| Testing Meters/Toets van Meters | 300.00 | - |
| Total Service Charges | 141,922,106 | 2,004 |

16 GOVERNMENT GRANTS AND SUBSIDIES

| | | |
|---|-------------------|----------|
| Finance Management Grant | 252,737.35 | - |
| Management Support Program/Bestuursondersteuningsprogram | 324,328 | - |
| Capital Donations/Kapitaalskenkings | 19,650,681 | - |
| Public Contributions/Kapitaalbydraes - Publiek | 59,134 | - |
| Skill Development Program/Vaardigheidsontwikkeling(Seta) | 5,491 | - |
| VUNA Awards/TOEKENNING | 679,923 | - |
| Vuna Capital Spending/Kapitaalspandering | 70,077 | - |
| Ward Committee Establishment /Wykskomitee Instelling | 7,294 | - |
| Transfer Award/Oorgangstoekenning | 237,000 | - |
| Overspend Conditional Grants to Debtors | 2,117,299 | - |
| Equitable Share/Deernis Huishoudings | 4,350,394 | - |
| MSIG Funds/Fondse | 186,207 | - |
| TASK - Payments/TERUGBETALING | 224,147 | - |
| Provincial Administration/Prov Administrasie - "Sopkombuis" | 8,709 | - |
| Department of Sport and Recreation/Dept Sport en Rekreasie | 183,748 | - |
| Contribution/Bydrae - Western Cape Cleanup Operation | 198,865 | - |
| Total Government Grant and Subsidies | 28,556,034 | - |

16.1 Equitable Share

In terms of the Constitution, this grant is used to subsidise the provision of basic services to indigent community members. All registered indigents receive a monthly subsidy, which is funded from this grant.

| | 2005 | 2004 |
|-----------------------------------|------|------|
| Timbercity,Middelpoort, Whitecity | 72 | 78 |
| Langville | 97 | 104 |
| Formal areas | 93 | 107 |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 | 2004 |
|--|-------------------|-------------------|
| | R | R |
| 16 GOVERNMENT GRANTS AND SUBSIDIES (continued) | | |
| 16.2 Provincial Health Subsidies | | |
| Balance unspent at beginning of year | - | - |
| Current year receipts - included in public health vote | - | - |
| Conditions met - transferred to revenue | - | - |
| Conditions still to be met - transferred to liabilities (see note 7) | <hr/> <hr/> <hr/> | <hr/> <hr/> <hr/> |

The Municipality renders health services on behalf of the Provincial Government and is refunded approximately 80% of total expenditure incurred. This grant has been used exclusively to fund clinic services (included in the public health vote in Appendix D). The conditions of the grant have been met. There was no delay or withholding of the subsidy.

| | | |
|--|-------------------|-------------------|
| 16.3 MIG Grant | | |
| Balance unspent at beginning of year | - | - |
| Current year receipts | - | - |
| Conditions met - transferred to revenue | - | - |
| Conditions still to be met - transferred to liabilities (see note 7) | <hr/> <hr/> <hr/> | <hr/> <hr/> <hr/> |

This grant was used to construct roads and sewerage infrastructure as part of the upgrading of informal settlement areas (included in the roads and sewerage votes in Appendix B). No funds have been withheld.

| | | |
|--|-------------------|-------------------|
| 16.4 Provincial LED Projects | | |
| Balance unspent at beginning of year | - | - |
| Current year receipts | - | - |
| Conditions met - transferred to revenue | - | - |
| Conditions still to be met - transferred to liabilities (see note 7) | <hr/> <hr/> <hr/> | <hr/> <hr/> <hr/> |

Provincial LED Projects grants are used to promote Small, Medium and Micro Enterprises. The grant is spent in accordance with a business plan approved by the Provincial Government (included in Council General vote in Appendix D). No funds have been withheld.

16.5 Changes in levels of government grants

Based on the allocations set out in the Division of Revenue Act, (Act ...of 2005), no significant changes in the level of government grant funding are expected over the forthcoming 3 financial years.

17 EMPLOYEE RELATED COSTS

| | | |
|---|-------------------------------|-------------------------------|
| Employee related costs - Salaries and Wages | 57,477,408 | - |
| Employee related costs - Contributions for UIF, pensions and medical aids | 12,444,276 | - |
| Travel, motor car, accommodation, subsistence and other allowances | - | - |
| Housing benefits and allowances | - | - |
| Overtime Payments | - | - |
| Performance bonus | - | - |
| Long-service awards | - | - |
| Less: Employee costs capitalised to Property, Plant and Equipment | (11,425) | - |
| Less: Employee costs included in other expenses | - | - |
| Total Employee Related Costs | <hr/> <hr/> <hr/> <hr/> <hr/> | <hr/> <hr/> <hr/> <hr/> <hr/> |
| Remuneration of the Municipal Manager | | |
| Annual Remuneration | 547,664 | - |
| Performance Bonuses | 88,720 | - |
| Car Allowance | - | - |
| Contributions to UIF, Medical and Pension funds | - | - |
| Total | <hr/> <hr/> <hr/> <hr/> <hr/> | <hr/> <hr/> <hr/> <hr/> <hr/> |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 | 2004 | |
|--|-------------------------------------|-------------------------------------|-------------------------------------|
| | R | R | |
| <i>Remuneration of the Chief Finance Officer</i> | | | |
| Annual Remuneration | 202,096 | - | |
| Annual Bonuses | 16,963 | - | |
| Car Allowance | 81,606 | - | |
| Contributions to UIF, Medical and Pension funds | 66,585 | - | |
| Total | 367,250 | - | |
| <i>Remuneration of Individual Executive Directors</i> | | | |
| 30 June 2005 | | | |
| | <u>Technical</u> <u>Services</u> | <u>Corporate</u> <u>Services</u> | <u>Community</u> <u>Services</u> |
| | R | R | R |
| Annual Remuneration | 399,272 | 459,463 | 390,374 |
| Performance Bonuses | 71,147 | 61,485 | 61,836 |
| Car Allowance | - | - | - |
| Medical and pension funds | - | - | - |
| Total | 470,419 | 520,948 | 452,210 |
| 30 June 2004 | | | |
| | <u>Technical</u> <u>Services</u> | <u>Corporate</u> <u>Services</u> | <u>Community</u> <u>Services</u> |
| | R | R | R |
| Annual Remuneration | - | - | - |
| Performance Bonuses | - | - | - |
| Car Allowance | - | - | - |
| Medical and pension funds | - | - | - |
| Total | - | - | - |

18 REMUNERATION OF COUNCILLORS

| | | |
|--|------------------|------------------|
| Executive Mayor | 288,584 | 277,144 |
| Deputy Executive Mayor | 240,372 | 231,890 |
| Speaker | 238,921 | 227,403 |
| Mayoral Committee Members | 650,866 | 454,751 |
| Councillors | 812,585 | 980,444 |
| Councillors' pension contribution | - | - |
| Telephone Allowance | - | - |
| Medical Fund Contributions | - | - |
| Travelling allowance | - | - |
| Housing allowance | - | - |
| Personal Facility allowance | - | - |
| Total Councillors' Remuneration | 2,231,329 | 2,171,633 |

In-kind Benefits

The Executive Mayor, Deputy Executive Mayor, Speaker and Mayoral Committee Members are full-time. Each is provided with an office and secretarial support at the cost of the Council. Remuneration is in the higher limits of the framework set in accordance with sec. 219 of the Constitution.

19 INTEREST PAID

| | | |
|--|-------------------|----------|
| Long-term liabilities | - | - |
| Interest Paid | 10,090,406 | - |
| Consumer deposits | - | - |
| Finance leases | - | - |
| Bank overdrafts | - | - |
| Total Interest on External Borrowings | 10,090,406 | - |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 R | 2004 R |
|---|--------------------|-----------|
| 20 BULK PURCHASES | | |
| Electricity | 34,721,095.24 | - |
| Water | 20,141,033.39 | - |
| Total Bulk Purchases | 54,862,129 | - |
| 21 GRANTS AND SUBSIDIES PAID | | |
| Equitable Share | 3,914,120 | - |
| Total Grants and Subsidies | 3,914,120 | - |
| | | 2004 R |
| 22 CHANGE IN ACCOUNTING POLICY - IMPLEMENTATION OF GAMAP | | |
| The following adjustments were made to amounts previously reported in the annual financial statements of the Municipality arising from the implementation of GAMAP: - | | |
| 22.1 Statutory Funds | | |
| Balance previously reported: - | | |
| Capital Development Fund | 94,092,572 | |
| Land Trust Fund | - | |
| Infrastructure Development Fund | - | |
| Housing operating Fund | 33,944,201 | |
| Total | 128,036,774 | |
| Implementation of GAMAP | | |
| Transferred to the Capital Replacement Reserve | 45,937,131 | |
| Transferred to the Capitalisation Reserve | 49,804,961 | |
| Transferred to the Housing Development Fund | 33,944,201 | |
| Transferred to Accumulated Surplus/(Deficit) (see 30.8 below) | (1,649,520) | |
| Total | 128,036,774 | |
| 22.2 Loans Redeemed and Other Capital Receipts | | |
| Balance previously reported | 300,617,284 | |
| Implementation of GAMAP | | |
| Transferred to Government Grant Reserve | 112,997,435 | |
| Transferred to Debtors - Conditional Grants outstanding | - | |
| Assets transferred from B-Municipalities | - | |
| Transferred to Donations and Public Contribution Reserve | 23,462,682 | |
| Transferred to Accumulated Surplus/(Deficit) (see 30.8 below) | 164,157,167 | |
| Total | 300,617,284 | |
| 22.3 Provisions and Reserves | | |
| Balance previously reported | 47,478,583 | |
| Total | 47,478,583 | |
| Implementation of GAMAP | | |
| Transferred to Creditors - Unspent Government Grants | 2,241,130 | |
| Transferred to Creditors - Unspent Public Contributions | 1,219,057 | |
| Transferred to Self Insurance Reserve | 2,330,237 | |
| Transferred to Creditors - Staff leave | 2,570,999 | |
| Transferred to Accumulated Surplus/(Deficit) (see 30.8 below) | 39,117,160 | |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2004 |
|---|-----------------------------|
| | R |
| 22 CHANGE IN ACCOUNTING POLICY - IMPLEMENTATION OF GAMAP (continued) | |
| 22.4 Inventory | |
| Balance previously reported | - |
| Implementation of GAMAP | - |
| Transferred to Accumulated Surplus/(Deficit) (see 30.8 below) | - |
| Water previously expensed now shown as inventory | - |
| Write-down of spare parts to realisable value | - |
| Write-down of unsold properties to realisable value | - |
| Total | <u><u>-</u></u> |
| 22.5 Non-current provisions | |
| Balance previously reported | <u><u>-</u></u> |
| Implementation of GAMAP | <u><u>-</u></u> |
| Transferred from Accumulated Surplus/(Deficit) (see 30.8 below) | - |
| Landfill | - |
| Long-service | - |
| Total | <u><u>-</u></u> |
| 22.6 Property, plant and equipment | |
| Balance previously reported | <u><u>-</u></u> |
| Implementation of GAMAP | <u><u>-</u></u> |
| Assets | |
| Infrastructure previously not recorded credited to Accumulated Surplus/(Deficit) (see 30.8 below) | <u><u>-</u></u> |
| Total | <u><u>-</u></u> |
| 22.7 Accumulated Depreciation | |
| Balance previously reported | <u><u>-</u></u> |
| Implementation of GAMAP | <u><u>-</u></u> |
| Backlog depreciation: Land and buildings | - |
| Backlog depreciation: Infrastructure | (201,962,493) |
| Backlog depreciation: Community | (37,587,807) |
| Backlog depreciation: Other | (74,557,116) |
| Backlog depreciation: Housing Development Fund | - |
| Total (debited to Accumulated Surplus/(Deficit)) (see 30.8 below) | <u><u>(314,107,416)</u></u> |
| 22.8 Accumulated Surplus/(Deficit) | |
| Implementation of GAMAP | - |
| Adjustments to inventory (see 30.4 above) | - |
| Excessive provisions and reserves no longer permitted (see 30.3 above) | 39,117,160 |
| Non-current provisions previously not recognised (see 30.5 above) | - |
| Transferred from statutory funds (see 30.1 above) | (1,649,520) |
| Transferred from Loans Redeemed and Other Capital Receipts (see 30.2 above) | 164,157,167 |
| Fair value of Property, Plant and Equipment previously not recorded (see 30.6 above) | - |
| Backlog depreciation (see 30.7 above) | (314,107,416) |
| Total | <u><u>(112,482,610)</u></u> |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 | 2004 |
|--|--------------------------|------|
| | R | R |
| 23 CASH GENERATED BY OPERATIONS | | |
| Surplus for the year | 63,663,327 | - |
| Adjustment for:- | | |
| Depreciation | 19,694,611 | - |
| Gain on disposal of property, plant and equipment | (1,520,600) | - |
| Contribution to provisions - non-current | - | - |
| Contribution to provisions – current | - | - |
| Contribution to bad debt provision | 6,411,000 | - |
| Debt written off against Bad Debt Provision | (119,609) | - |
| Equity accounted share of associate's surplus | - | - |
| Investment income | <u>(8,272,587)</u> | - |
| Interest paid | <u>10,090,406</u> | - |
| Operating surplus before working capital changes: | <u>89,946,549</u> | - |
| Decrease in inventories | (56,926) | - |
| (Increase)/decrease in debtors | (4,805,613) | - |
| (Increase)/decrease in other debtors | (2,117,299) | - |
| (Decrease)/increase in unspent conditional grants and receipts | 8,075,619 | - |
| Increase in creditors | (2,030,768) | - |
| Decrease in provisions | - | - |
| (Increase)/decrease in VAT | <u>(5,268,360)</u> | - |
| Cash generated by/(utilised in) operations | <u>83,743,203</u> | - |

During the implementation of GAMAP, only 2004 figures were converted to GRAP. No comparison 2003 figures was converted, thus no Cash Flow Statement could be compiled.

24 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the cash flow statement comprise the following statement of amounts indicating financial position:

| | | |
|--|--------------------------|--------------------------|
| Bank balances and cash | 37,361,633 | 19,463,415 |
| Bank overdraft | - | - |
| Total cash and cash equivalents | <u>37,361,633</u> | <u>19,463,415</u> |

25 UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION

| | | |
|---|--------------------------|--------------------------|
| Long-term liabilities (see Note 2) | 75,734,292 | 78,178,013 |
| Used to finance property, plant and equipment – at cost | - | - |
| Sub- total | 75,734,292 | 78,178,013 |
| Cash set aside for the repayment of long-term liabilities | - | - |
| Cash invested for repayment of long-term liabilities (see note 17) | <u>75,734,292</u> | <u>78,178,013</u> |

Long-term liabilities have been utilized in accordance with the Municipal Finance Management Act. Sufficient cash has been set aside to ensure that long-term liabilities can be repaid on redemption date.

SALDANHA BAY MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 | 2004 |
|--|------|------|
| | R | R |

26 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

Unauthorised expenditure

| | | |
|---|-------------------|-------------------|
| Reconciliation of unauthorised expenditure | | |
| Opening balance | - | - |
| Unauthorised expenditure current year | - | - |
| Approved by Council or condoned | - | - |
| Transfer to receivables for recovery (note 22) | - | - |
| Unauthorised expenditure awaiting authorisation | <hr/> <hr/> <hr/> | <hr/> <hr/> <hr/> |

| Incident | Disciplinary steps/criminal proceedings |
|----------|---|
| | |

Fruitless and wasteful expenditure

| | | |
|---|-------------|-------------|
| Reconciliation of fruitless and wasteful expenditure | | |
| Opening balance | - | - |
| Fruitless and wasteful expenditure current year | - | - |
| Condoned or written off by Council | - | - |
| To be recovered – contingent asset (see note 40) | <hr/> <hr/> | <hr/> <hr/> |
| Fruitless and wasteful expenditure awaiting condonement | <hr/> <hr/> | <hr/> <hr/> |

| Incident | Disciplinary steps/criminal proceedings |
|----------|---|
| | |

Irregular expenditure

| | | |
|---|-------------|-------------|
| Reconciliation of irregular expenditure | | |
| Opening balance | - | - |
| Fruitless and wasteful expenditure current year | - | - |
| Condoned or written off by Council | - | - |
| Transfer to receivables for recovery – not condoned | <hr/> <hr/> | <hr/> <hr/> |
| Irregular expenditure awaiting condonement | <hr/> <hr/> | <hr/> <hr/> |

| Incident | Disciplinary steps/criminal proceedings |
|----------|---|
| | |

27 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

27.1 Contributions to organized local government

| | | |
|---|-------------------|-------------------|
| Opening balance | - | - |
| Council subscriptions | - | - |
| Amount paid - current year | 134,003 | - |
| Amount paid - previous years | - | - |
| Balance unpaid (included in creditors) | <hr/> <hr/> <hr/> | <hr/> <hr/> <hr/> |

No amounts was outstanding at year-end.

SALDANHA BAY MUNICIPALITY
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 | 2004 |
|--|----------------|----------------|
| | R | R |
| 27 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT (Continue) | | |
| <u>27.2 Audit fees</u> | | |
| Opening balance | 632,411 | - |
| Current year audit fee | 560,000 | 632,411 |
| Amount paid - current year | (632,411) | - |
| Amount paid - previous years | - | - |
| Balance unpaid (included in creditors) | 560,000 | 632,411 |

The balance unpaid represents the audit fee for an interim audit conducted during May and June 2005 and is payable by 31 July 2005

27.3 VAT

VAT inputs receivables and VAT outputs receivables are shown in note 8. All VAT returns have been submitted by the due date throughout the year.

27.4 PAYE and UIF

| | | |
|---|----------|----------|
| Opening balance | - | - |
| Current year payroll deductions | - | - |
| Amount paid - current year | - | - |
| Amount paid - previous years | - | - |
| Balance unpaid (included in creditors) | - | - |

27.5 Pension and Medical Aid Deductions

| | | |
|---|-------------------|----------|
| Opening balance | - | - |
| Current year payroll deductions and Council Contributions | - | - |
| Amount paid - current year | 10,856,509 | - |
| Amount paid - previous years | - | - |
| Balance unpaid (included in creditors) | 10,856,509 | - |

No amounts was outstanding at year-end.

27.6 Other - SA Music Rights, District Municipality Levies and Skill Development Levies

| | | |
|---|----------------|----------|
| Opening balance | - | - |
| Current year payroll deductions and Council Contributions | - | - |
| Amount paid - current year | 712,950 | - |
| Amount paid - previous years | - | - |
| Balance unpaid (included in creditors) | 712,950 | - |

No amounts was outstanding at year-end.

27.7 Councillor's arrear consumer accounts

The following Councillors had arrear accounts outstanding for more than 90 days as at: -

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

| 30 June 2005 | Total | Outstanding less than 90 days | Outstanding more than 90 days |
|--|--------------|--|--|
| Councillor | - | - | - |
| Councillor | - | - | - |
| Councillor | - | - | - |
| Total Councillor Arrear Consumer Accounts | - | - | - |

| 30 June 2004 | Total | Outstanding less than 90 days | Outstanding more than 90 days |
|--|--------------|--|--|
| Councillor | - | - | - |
| Councillor | - | - | - |
| Councillor | - | - | - |
| Total Councillor Arrear Consumer Accounts | - | - | - |

During the year the following Councillors' had arrear accounts outstanding for more than 90 days

| | Highest Amount Outstanding | Ageing |
|---------------------|---|---------------|
| 30 June 2005 | | |
| Councillor | - | days |
| 30 June 2004 | | |
| Councillor | - | days |

No individual Councillors had arrear accounts for more than 90 days.

| | 2005 | 2004 |
|--|--------------------|-------------------|
| | R | R |
| 28 CAPITAL COMMITMENTS | | |
| Commitments in respect of capital expenditure: | | |
| - Approved and contracted for | | |
| <i>Infrastructure</i> | 48,068,810 | 31,913,777 |
| <i>Community</i> | - | - |
| <i>Heritage</i> | - | - |
| <i>Other</i> | - | - |
| <i>Housing Development Fund</i> | - | - |
| <i>Investment Properties</i> | - | - |
| - Approved but not yet contracted for | | |
| <i>Infrastructure</i> | 73,086,527 | 920,000 |
| <i>Community</i> | - | - |
| <i>Heritage</i> | - | - |
| <i>Other</i> | - | - |
| <i>Housing Development Fund</i> | - | - |
| <i>Investment Properties</i> | - | - |
| Total | 121,155,337 | 32,833,777 |

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

This expenditure will be financed from:

| | | |
|-------------------------------|--------------------|-------------------|
| - External Loans | | |
| - Capital Replacement Reserve | 50,370,527 | 18,566,277 |
| - Government Grants | 70,784,810 | 14,267,500 |
| - Own resources | - | - |
| - District Council Grants | | |
| | 121,155,337 | 32,833,777 |

29 RETIREMENT BENEFIT INFORMATION

Council and employees contribute mainly to the Cape Joint Pension fund / Provident fund. Councillors may belong to an own pension fund.

SALDANHA BAY MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

9. PROPERTY, PLANT AND EQUIPMENT

30 June 2005

9. PROPERTY, PLANT AND EQUIPMENT (continued)

30 June 2004

APPENDIX A
SALDANHA BAY MUNICIPALITY: SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2005

| EXTERNAL LOANS | Loan Number | Redeemable | Balance at 30/06/04 | Received during the period | Redeemed written off during the period | Balance at 30/06/05 | Carrying Value of Property, Plant & Equip | Other Costs in accordance with the MFMA |
|-----------------------------------|-----------------|------------------|------------------------|----------------------------------|---|------------------------|--|--|
| | | | R | R | R | R | R | R |
| LONG-TERM LOANS | | | | | | | | |
| C.M.B. Nominees (Pty) Ltd | AA 235-12-14 | 31/12/2005 | 1,000 | - | 1,000 | - | - | - |
| ABSA Nominees (Pty) Ltd. | AA 235-12-14 | 31/12/2005 | 157,000 | - | 157,000 | - | - | - |
| Total long-term loans | | | 158,000 | - | 158,000 | - | - | - |
| ANNUITY LOAN | | | | | | | | |
| Loans to Local Government | AA 3701-12-20 | | 178,707 | - | 26,030 | 152,677 | - | - |
| Loans to Local Government | AA 370-12-20 | 2009 | 111,487 | - | 14,807 | 96,681 | - | - |
| Loans to Local Government | AA 370-12-20 | 2009 | 108,506 | - | 14,411 | 94,096 | - | - |
| Loans to Local Government | AA 370-12-20 | 2009 | 242,841 | - | 32,274 | 210,567 | - | - |
| Loans to Local Government | AA 370-12-20 | 2009 | 168,369 | - | 22,408 | 145,961 | - | - |
| Loans to Local Government | RB 48/10 | 2010 | 1,579,477 | - | 167,403 | 1,412,075 | - | - |
| Loans to Local Government | | | 3,687,561 | - | 362,510 | 3,325,050 | - | - |
| Dept. of Water affairs | AA 3701-12-20 | | 224,461 | - | 11,337 | 213,124 | - | - |
| Development Bank SA | Projek 10879 | (Elek) | 6,439,182 | - | 166,337 | 6,272,845 | - | - |
| Development Bank SA | Projek 10710 | (Infrastruktur) | 7,149,476 | - | 184,687 | 6,964,789 | - | - |
| Development Bank SA | Projek 10877 | (Water infras.) | 1,509,534 | - | 38,993 | 1,470,541 | - | - |
| Development Bank SA | Projek 10880 | (Elek.) | 2,100,705 | - | 54,264 | 2,046,441 | - | - |
| Development Bank SA | Projek 10900 | (Oorbrugging) | 4,630,962 | - | 119,629 | 4,511,334 | - | - |
| Development Bank SA | Projek 10859 | (Burgersentrum) | 4,480,561 | - | 114,809 | 4,365,753 | - | - |
| Development Bank SA | Projek 13320 | (Strate/Stormw) | 4,481,994 | - | 757,515 | 3,724,480 | - | - |
| Development Bank SA | Projek 13321 | (Grond /Dienste) | 1,857,583 | - | 417,842 | 1,439,741 | - | - |
| Development Bank SA | Projek 10878 | (Riool) | 890,565 | - | 23,005 | 867,560 | - | - |
| Development Bank SA | Projek 13435 | (Grond /Dienste) | 2,331,260 | - | 213,888 | 2,117,373 | - | - |
| Development Bank SA | Projek 13437 | (Paaie) | 3,988,924 | - | 366,325 | 3,622,599 | - | - |
| Development Bank SA | Projek 13439 | (Water infras.) | 1,007,916 | - | 92,291 | 915,624 | - | - |
| Development Bank SA | Projek 13440 | (Opgaardamme) | 3,400,978 | - | 312,744 | 3,088,233 | - | - |
| Development Bank SA | Projek 13441 | (Sanitasie) | 5,776,355 | - | 531,589 | 5,244,766 | - | - |
| Development Bank SA | Langebaan | (Bungalows) | 385,513 | - | 9,895 | 375,618 | - | - |
| Development Bank SA | 1/8:11929/1 | 2013 | 803,143 | - | 40,724 | 762,419 | - | - |
| Development Bank SA | 1/9,3/6:11931/1 | 2009 | 53,311 | - | 7,141 | 46,171 | - | - |
| Development Bank SA | 1/10:11930/1 | 2015 | 23,048 | - | 987 | 22,060 | - | - |
| Development Bank SA | Projek 100394 | | 5,200,000 | - | 332,472 | 4,867,528 | - | - |
| Development Bank SA | Projek 101315/1 | | 6,000,000 | - | 357,590 | 5,642,410 | - | - |
| Development Bank SA | Projek 101783/1 | | 0 | 3,500,000 | 0 | 3,500,000 | - | - |
| ABSA | | 30/06/2011 | 5,575,609 | - | 524,762 | 5,050,848 | - | - |
| FNB | 7/4 | 2014 | 34,795 | - | 29,459 | 5,336 | - | - |
| Total annuity loans | | | 74,422,823 | 3,500,000 | 5,348,126 | 72,574,697 | - | - |
| GOVERNMENT LOANS | | | | | | | | |
| Council - External Loan - Housing | | | 3,597,191 | - | 437,596 | 3,159,595 | - | - |
| Total Government Loans | | | 3,597,191 | - | 437,596 | 3,159,595 | - | - |
| LEASE LIABILITY | | | | | | | | |
| Total Government Loans | | | - | - | - | - | - | - |
| TOTAL EXTERNAL LOANS | | | 78,178,013 | 3,500,000 | 5,943,722 | 75,734,292 | - | - |

APPENDIX B
SALDANHA BAY MUNICIPALITY : ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2005

| | Cost/Revaluation | | | | | Accumulated Depreciation | | | | Carrying Value | Budget Additions 2004 |
|--------------------------------|------------------|------------|-------------|-----------|-----------------|--------------------------|------------|-----------|-----------------|----------------|-----------------------|
| | Opening Balance | Additions | Corrections | Disposals | Closing Balance | Opening Balance | Additions | Disposals | Closing Balance | | |
| | - | - | - | - | - | - | - | - | - | | |
| Land and Buildings | | | | | | | | | | | |
| Land | - | - | - | - | - | - | - | - | - | - | |
| Buildings | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure | | | | | | | | | | | |
| Drains | - | - | - | - | - | - | - | - | - | - | |
| Roads | - | - | - | - | - | - | - | - | - | - | |
| AIRPT AIRPORTS | 1,366,719 | - | - | - | 1,366,719 | 1,203,079 | 41,008 | - | 1,244,087 | 122,632 | |
| ELEC ELECTRICITY | 69,072,129 | 6,362,961 | - | - | 75,435,089 | 57,741,191 | 2,342,299 | - | 60,083,490 | 15,351,599 | |
| PEDES PEDESTRIAN MALLS | 7,034,447 | 2,824,243 | - | - | 9,858,690 | 3,390,165 | 387,747 | - | 3,777,912 | 6,080,778 | |
| ROADS ROADS | 71,218,830 | 4,988,175 | - | - | 76,207,005 | 54,386,155 | 4,091,349 | - | 58,477,504 | 17,729,502 | |
| SECM SECURITY MEASURES | 4,293,775 | 426,446 | - | - | 4,720,221 | 3,532,910 | 494,989 | - | 4,027,898 | 692,323 | |
| SEWER SEWERAGE | 55,793,672 | 8,680,073 | - | - | 64,473,745 | 41,613,204 | 2,051,363 | - | 43,664,567 | 20,809,178 | |
| WATER WATER | 57,862,929 | 3,932,678 | - | - | 61,795,607 | 40,095,789 | 2,208,129 | - | 42,303,918 | 19,491,689 | |
| Beach Improvements | - | - | - | - | - | - | - | - | - | - | |
| Sewerage Mains & Purif | - | - | - | - | - | - | - | - | - | - | |
| Electricity Mains | - | - | - | - | - | - | - | - | - | - | |
| Electricity Peak Load Equip | - | - | - | - | - | - | - | - | - | - | |
| Water Mains & Purification | - | - | - | - | - | - | - | - | - | - | |
| Reservoirs – Water | - | - | - | - | - | - | - | - | - | - | |
| Water Meters | - | - | - | - | - | - | - | - | - | - | |
| Water Mains | - | - | - | - | - | - | - | - | - | - | |
| Community Assets | | | | | | | | | | | |
| Parks & Gardens | - | - | - | - | - | - | - | - | - | - | |
| BUILDINGS - COMMUNITY | 40,699,279 | 7,929,587 | - | - | 48,628,866 | 29,520,084 | 980,704 | - | 30,500,788 | 18,128,079 | |
| RECF C RECREATIONAL FACILITIES | 10,318,580 | 291,334 | - | - | 10,609,914 | 8,067,723 | 292,929 | - | 8,360,652 | 2,249,262 | |
| Libraries * | - | - | - | - | - | - | - | - | - | - | |
| Recreation Grounds | - | - | - | - | - | - | - | - | - | - | |
| Civic Buildings | - | - | - | - | - | - | - | - | - | - | |
| Heritage Assets | | | | | | | | | | | |
| Historical Buildings | - | - | - | - | - | - | - | - | - | - | |
| Painting & Art Galleries | - | - | - | - | - | - | - | - | - | - | |
| Total carried forward | 317,660,361 | 35,435,497 | - | - | 353,095,857 | 239,550,300 | 12,890,516 | - | 252,440,816 | 100,655,041 | |

* Includes correction of error referred to in Note 32.

APPENDIX B
SALDANHA BAY MUNICIPALITY : ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2004

| | Cost | | | | | Accumulated Depreciation | | | | Carrying Value | Budget Additions 2004 |
|---------------------------------------|--------------------|-------------------|-------------|------------------|--------------------|--------------------------|-------------------|------------------|--------------------|--------------------|-----------------------|
| | Opening Balance | Additions | Corrections | Disposals | Closing Balance | Opening Balance | Additions | Disposals | Closing Balance | | |
| Total brought forward | 317,660,361 | 35,435,497 | - | - | 353,095,857 | 239,550,300 | 12,890,516 | - | 252,440,816 | 100,655,041 | - |
| Housing Rental Stock | | | | | | | | | | | |
| Housing Rental 1 | - | - | - | - | - | - | - | - | - | - | - |
| Housing Rental 2 | - | - | - | - | - | - | - | - | - | - | - |
| Leased Assets (Infrastructure) | | | | | | | | | | | |
| Sewerage Mains & Purify | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| Other Assets | | | | | | | | | | | |
| Land | - | - | - | - | - | - | - | - | - | - | - |
| BINS BINS AND CONTAINERS | 2,397,524 | 526,775 | - | 33,531 | 2,890,769 | 1,254,863 | 186,019 | 33,531 | 1,407,350 | 1,483,418 | - |
| BLDO BUILDINGS - OTHER | 45,855,281 | 5,130,713 | - | - | 50,985,994 | 27,624,017 | 832,274 | - | 28,456,291 | 22,529,703 | - |
| EMERE EMERGENCY EQUIPMENT | 63,316 | - | - | - | 63,316 | 57,639 | 2,256 | - | 59,895 | 3,421 | - |
| FURN FURNITURE AND FITTINGS | 1,468,573 | 193,344 | - | - | 1,661,917 | 930,317 | 140,218 | - | 1,070,535 | 591,382 | - |
| MOTOR MOTOR VEHICLES | 26,747,295 | 3,107,375 | - | - | 29,854,670 | 18,290,535 | 3,007,015 | - | 21,297,550 | 8,557,120 | - |
| OFFEQ OFFICE EQUIPMENT | 7,788,560 | 1,024,772 | - | 15,730 | 8,797,603 | 5,933,972 | 1,133,782 | 15,730 | 7,052,023 | 1,745,579 | - |
| PLAN PLANNING AND VALUATIONS | 4,028,050 | 319,892 | - | - | 4,347,942 | 3,294,484 | 381,175 | - | 3,675,659 | 672,283 | - |
| PLANT PLANT AND EQUIPMENT | 21,461,784 | 810,175 | - | 7,832,477 | 14,439,482 | 17,171,290 | 1,121,356 | 7,832,477 | 10,460,168 | 3,979,314 | - |
| Office Equipment | - | - | - | - | - | - | - | - | - | - | - |
| Furniture and Equipment | - | - | - | - | - | - | - | - | - | - | - |
| Bins and Containers | - | - | - | - | - | - | - | - | - | - | - |
| Tools and Equipment | - | - | - | - | - | - | - | - | - | - | - |
| Motor Vehicles | - | - | - | - | - | - | - | - | - | - | - |
| Special Vehicles | - | - | - | - | - | - | - | - | - | - | - |
| Refuse tankers | - | - | - | - | - | - | - | - | - | - | - |
| Computer equipment | - | - | - | - | - | - | - | - | - | - | - |
| Councillors Regalia | - | - | - | - | - | - | - | - | - | - | - |
| Conservancy tankers | - | - | - | - | - | - | - | - | - | - | - |
| Watercraft | - | - | - | - | - | - | - | - | - | - | - |
| Buildings | - | - | - | - | - | - | - | - | - | - | - |
| | 109,810,383 | 11,113,047 | - | 7,881,738 | 113,041,691 | 74,557,116 | 6,804,094 | 7,881,738 | 73,479,472 | 39,562,219 | - |
| Total | 427,470,744 | 46,548,543 | - | 7,881,738 | 466,137,549 | 314,107,416 | 19,694,611 | 7,881,738 | 325,920,288 | 140,217,261 | - |

APPENDIX C
SALDANHA BAY MUNICIPALITY: SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT
30 June 2005

| | Cost | | | | | Accumulated Depreciation | | | | Carrying Value |
|-----------------------------|--------------------|-------------------|--------------------|------------------|--------------------|--------------------------|-------------------|------------------|--------------------|--------------------|
| | Opening Balance | Additions | Under Construction | Disposals | Closing Balance | Opening Balance | Additions | Disposals | Closing Balance | |
| Executive & Council | 578,462 | 63,815 | - | - | 642,277 | 439,870 | 71,923 | - | 511,793 | 130,484 |
| Finance & Admin | 60,463,924 | 4,987,515 | - | - | 65,451,440 | 37,877,224 | 1,757,836 | - | 39,635,061 | 25,816,379 |
| Planning & Development | 3,291,042 | 391,785 | - | - | 3,682,827 | 2,402,233 | 365,222 | - | 2,767,456 | 915,372 |
| Health | 973,504 | - | - | 15,730 | 989,234 | 827,086 | 73,220 | 15,730 | 916,036 | 73,198 |
| Community & Social Services | 4,454,015 | 660,958 | - | - | 5,114,972 | 1,950,197 | 205,823 | - | 2,156,020 | 2,958,952 |
| Housing | 1,861,337 | 1,893,641 | - | - | 3,754,978 | 1,574,462 | 100,519 | - | 1,674,981 | 2,079,997 |
| Public Safety | 1,463,705 | 247,199 | - | - | 1,710,904 | 910,005 | 77,771 | - | 987,776 | 723,128 |
| Sport & Recreation | 44,102,981 | 7,115,455 | - | 32,614 | 51,251,050 | 34,918,302 | 1,721,428 | 32,614 | 36,672,344 | 14,578,706 |
| Environmental Protection | 489,895 | 10,273 | - | - | 500,169 | 283,998 | 62,843 | - | 346,841 | 153,328 |
| Waste Management | 70,892,052 | 10,645,515 | - | 71,518 | 81,609,084 | 53,018,940 | 3,293,525 | 71,518 | 56,383,983 | 25,225,101 |
| Road Transport | 98,022,569 | 8,886,768 | - | 7,761,877 | 114,671,214 | 71,987,925 | 5,735,698 | 7,761,877 | 85,485,500 | 29,185,714 |
| Water | 61,036,176 | 4,371,834 | - | - | 65,408,010 | 42,357,407 | 2,568,548 | - | 44,925,954 | 20,482,056 |
| Electricity | 74,583,027 | 6,475,857 | - | - | 81,058,885 | 61,645,993 | 2,923,772 | - | 64,569,764 | 16,489,121 |
| Other | 5,258,053 | 797,929 | - | - | 6,055,982 | 3,913,773 | 736,483 | - | 4,650,256 | 1,405,726 |
| TOTAL | 427,470,744 | 46,548,543 | - | 7,881,738 | 481,901,026 | 314,107,416 | 19,694,611 | 7,881,738 | 341,683,765 | 140,217,261 |

APPENDIX D
SALDANHA BAY MUNICIPALITY: SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED
30 June 2005

| 2004 Actual Income | 2004 Actual Expenditure | 2004 Surplus/ (Deficit) | 2005 Actual Income | 2005 Actual Expenditure | 2005 Surplus/ (Deficit) |
|---|--|--|---|--|--|
| R | R | R | R | R | R |
| - | - | - | 29,265,854 | 19,028,804 | 10,237,050 |
| - | - | Executive & Council | 62,834,788 | 26,401,994 | 36,432,794 |
| - | - | Finance & Admin | 2,032,114 | 3,019,919 | (987,805) |
| - | - | Planning & Development | 2,421,217 | 4,501,981 | (2,080,764) |
| - | - | Health | 277,737 | 4,823,292 | (4,545,555) |
| - | - | Community & Social Services | 3,682,708 | 2,064,339 | 1,618,368 |
| - | - | Housing | 59,712 | 960,070 | (900,358) |
| - | - | Public Safety | 5,424,969 | 12,442,659 | (7,017,690) |
| - | - | Sport & Recreation | 2,343,446 | 2,288,138 | 55,307 |
| - | - | Environmental Protection | 31,200,665 | 22,911,716 | 8,288,949 |
| - | - | Waste Management | 5,966,440 | 20,047,814 | (14,081,374) |
| - | - | Road Transport | 51,985,952 | 30,256,002 | 21,729,950 |
| - | - | Water | 62,486,291 | 49,288,753 | 13,197,538 |
| - | - | Electricity | 8,324,957 | 16,021,285 | (7,696,328) |
| - | - | Other | | | |
| - | - | Sub Total | 268,306,849 | 214,056,768 | 54,250,081 |
| - | - | Less Inter-Dep Charges | - | (9,413,246) | 9,413,246 |
| - | - | Total | 268,306,849 | 204,643,522 | 63,663,327 |
| - | - | Add: Share of Associate | | | - |
| - | - | | | | 63,663,327 |

APPENDIX E(1)
SALDANHA BAY MUNICIPALITY: ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2005

| REVENUE | | 2005 | 2005 | 2005 | 2005 | Explanation of Significant Variances greater than 10% versus Budget |
|---|--|--------------------|-------------------|---------------------|---------------------|--|
| | | Actual (R) | Budget (R) | Variance (R) | Variance (%) | |
| Property rates | | 50,630,568 | - | 50,630,568 | 0.00% | (Explanations to be recorded) |
| Property rates - penalties imposed and collection charges | | 1,230,754 | - | 1,230,754 | 0.00% | |
| Service charges | | 141,920,101 | - | 141,920,101 | 0.00% | |
| Regional Services Levies - turnover | | - | - | - | 0.00% | |
| Regional Services Levies - remuneration | | - | - | - | 0.00% | |
| Rental of facilities and equipment | | 6,515,677 | - | 6,515,677 | 0.00% | |
| Interest earned - external investments | | 8,272,587 | - | 8,272,587 | 0.00% | |
| Interest earned - outstanding debtors | | 2,951,555 | - | 2,951,555 | 0.00% | |
| Dividends received | | - | - | - | 0.00% | |
| Fines | | 2,282,993 | - | 2,282,993 | 0.00% | |
| Licences and permits | | 1,126,672 | - | 1,126,672 | 0.00% | |
| Income for agency services | | 2,339,978 | - | 2,339,978 | 0.00% | |
| Government grants and subsidies | | 28,556,034 | - | 28,556,034 | 0.00% | |
| Other income | | 20,959,329 | - | 20,959,329 | 0.00% | |
| Public contributions, donated/contributed PPE | | - | - | - | 0.00% | |
| Gains on disposal of property, plant and equipment | | 1,520,600 | - | 1,520,600 | 0.00% | |
| Total Revenue | | 268,306,849 | - | 268,306,849 | 0.00% | |
| EXPENDITURE | | | | | | |
| Employee related costs | | 69,910,260 | - | 69,910,260 | 0.00% | |
| Remuneration of Councillors | | 2,334,881 | - | 2,334,881 | 0.00% | |
| Bad debts | | 6,411,000 | - | 6,411,000 | 0.00% | |
| Collection costs | | - | - | - | 0.00% | |
| Depreciation | | 19,694,611 | - | 19,694,611 | 0.00% | |
| Repairs and maintenance | | 10,617,522 | - | 10,617,522 | 0.00% | |
| Interest on external borrowings | | 10,090,406 | - | 10,090,406 | 0.00% | |
| Bulk purchases | | 54,862,129 | - | 54,862,129 | 0.00% | |
| Contracted services | | - | - | - | 0.00% | |
| Grants and subsidies paid | | 3,914,120 | - | 3,914,120 | 0.00% | |
| General expenses - other | | 26,808,594 | - | 26,808,594 | 0.00% | |
| Loss on disposal of property, plant and equipment | | - | - | - | 0.00% | |
| Total Expenditure | | 204,643,522 | - | 204,643,522 | 0.00% | |
| NET SURPLUS/(DEFICIT) FOR THE YEAR | | 63,663,327 | - | 63,663,327 | 0.00% | |

APPENDIX E(2)

SALDANHA BAY MUNICIPALITY: ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2005

| | 2005 Actual | 2005 Under Construction | 2005 Total | 2005 Budget | 2005 Variance | 2005 Variance | Explanation of Significant Variances greater than 5% versus Budget |
|-------------------------------|------------------------|--|-----------------------|------------------------|--------------------------|--------------------------|---|
| | R | R | R | R | R | % | (Explanations to be recorded) |
| Land and Buildings | | | | | | | |
| Land | - | - | - | - | - | 0.00% | |
| Buildings | - | - | - | - | - | 0.00% | |
| | - | - | - | - | - | 0.00% | |
| Infrastructure | | | | | | | |
| Drains | - | | - | - | - | 0.00% | |
| Roads | - | - | - | - | - | 0.00% | |
| AIRPT AIRPORTS | - | - | - | - | - | 0.00% | |
| ELEC ELECTRICITY | 6,362,961 | - | 6,362,961 | - | 6,362,961 | 0.00% | |
| PEDES PEDESTRIAN MALLS | 2,824,243 | - | 2,824,243 | - | 2,824,243 | 0.00% | |
| ROADS ROADS | 4,988,175 | - | 4,988,175 | - | 4,988,175 | 0.00% | |
| SECM SECURITY MEASURES | 426,446 | - | 426,446 | - | 426,446 | 0.00% | |
| SEWER SEWERAGE | 8,680,073 | - | 8,680,073 | - | 8,680,073 | 0.00% | |
| WATER WATER | 3,932,678 | - | 3,932,678 | - | 3,932,678 | 0.00% | |
| Beach Improvements | - | - | - | - | - | 0.00% | |
| Sewerage Mains & Purif | - | - | - | - | - | 0.00% | |
| Electricity Mains | - | - | - | - | - | 0.00% | |
| Electricity Peak Load Equip | - | - | - | - | - | 0.00% | |
| Water Mains & Purification | - | - | - | - | - | 0.00% | |
| Reservoirs - Water | - | - | - | - | - | 0.00% | |
| Water Meters | - | - | - | - | - | 0.00% | |
| Water Mains | - | - | - | - | - | 0.00% | |
| | 27,214,576 | - | 27,214,576 | - | 27,214,576 | 0.00% | |
| Community Assets | | | | | | | |
| Parks & Gardens | - | - | - | - | - | 0.00% | |
| BUILDINGS - COMMUNITY | 7,929,587 | - | 7,929,587 | - | 7,929,587 | 0.00% | |
| RECFC RECREATIONAL FACILITIES | 291,334 | - | 291,334 | - | 291,334 | 0.00% | |
| Libraries | - | - | - | - | - | 0.00% | |
| Recreation Grounds | - | - | - | - | - | 0.00% | |
| Civic Buildings | - | - | - | - | - | 0.00% | |
| | 8,220,921 | - | 8,220,921 | - | 8,220,921 | 0.00% | |
| Heritage Assets | | | | | | | |
| Historical Buildings | - | - | - | - | - | 0.00% | |
| Painting & Art Galleries | - | - | - | - | - | 0.00% | |
| | - | - | - | - | - | 0.00% | |
| Total carried forward | 35,435,497 | - | 35,435,497 | - | 35,435,497 | | |

APPENDIX E(2)

SALDANHA BAY MUNICIPALITY: ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2005

| | <u>2004</u> <u>Actual</u> | <u>2005</u> <u>Under Construction</u> | <u>2005</u> <u>Total Additions</u> | <u>2005</u> <u>Budget</u> | <u>2005</u> <u>Variance</u> | <u>2005</u> <u>Variance</u> | <u>Explanation of Significant Variances</u> <u>greater than 5% versus Budget</u> |
|---------------------------------------|------------------------------|--|---|------------------------------|--------------------------------|--------------------------------|---|
| | R | R | R | R | R | R | % |
| Total brought forward | 35,435,497 | - | 35,435,497 | - | 35,435,497 | | |
| Housing Rental Stock | | | | | | | |
| Housing Rental 1 | - | - | - | - | - | 0.00% | |
| Housing Rental 2 | - | - | - | - | - | | |
| | - | - | - | - | - | 0.00% | |
| Leased Assets (Infrastructure) | | | | | | | |
| Sewerage Mains & Purify | - | - | - | - | - | 0.00% | |
| | - | - | - | - | - | 0.00% | |
| Other Assets | | | | | | | |
| Land | - | - | - | - | - | 0.00% | |
| BINS BINS AND CONTAINERS | 526,775 | - | 526,775 | - | 526,775 | 0.00% | |
| BLDO BUILDINGS - OTHER | 5,130,713 | - | 5,130,713 | - | 5,130,713 | 0.00% | |
| EMERE EMERGENCY EQUIPMENT | - | - | - | - | - | 0.00% | |
| FURN FURNITURE AND FITTINGS | 193,344 | - | 193,344 | - | 193,344 | 0.00% | |
| MOTOR MOTOR VEHICLES | 3,107,375 | - | 3,107,375 | - | 3,107,375 | 0.00% | |
| OFFEQ OFFICE EQUIPMENT | 1,024,772 | - | 1,024,772 | - | 1,024,772 | 0.00% | |
| PLAN PLANNING AND VALUATIONS | 319,892 | - | 319,892 | - | 319,892 | 0.00% | |
| PLANT PLANT AND EQUIPMENT | 810,175 | - | 810,175 | - | 810,175 | 0.00% | |
| Office Equipment | - | - | - | - | - | 0.00% | |
| Furniture and Equipment | - | - | - | - | - | 0.00% | |
| Bins and Containers | - | - | - | - | - | 0.00% | |
| Tools and Equipment | - | - | - | - | - | 0.00% | |
| Motor Vehicles | - | - | - | - | - | 0.00% | |
| Special Vehicles | - | - | - | - | - | 0.00% | |
| Refuse tankers | - | - | - | - | - | 0.00% | |
| Computer equipment | - | - | - | - | - | 0.00% | |
| Councillors Regalia | - | - | - | - | - | 0.00% | |
| Conservancy tankers | - | - | - | - | - | 0.00% | |
| Watercraft | - | - | - | - | - | 0.00% | |
| Buildings | - | - | - | - | - | 0.00% | |
| Total | 11,113,047 | - | 11,113,047 | - | 11,113,047 | 0.00% | |
| Total | 46,548,543 | - | 46,548,543 | - | 46,548,543 | 0.00% | |